

SEVENTH DISTRICT VOLUNTEER FIRE DEPARTMENT

Gonzales, Louisiana

FINANCIAL REPORT

(Compiled)

December 31, 2012

SEVENTH DISTRICT VOLUNTEER FIRE DEPARTMENT

Gonzales, Louisiana

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INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

Board of Directors
Seventh District Volunteer Fire Department
Gonzales, Louisiana

We have compiled the accompanying statement of assets and net assets—cash basis of the **SEVENTH DISTRICT VOLUNTEER FIRE DEPARTMENT** (a nonprofit organization) (the Department) as of December 31, 2012, and the related statement of revenues and support, expenses and net assets—cash basis for the year then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether these financial statements are in accordance with the cash basis of accounting. The prior year summarized comparative information has been derived from the Department's 2011 compiled financial statements, and in our report dated February 4, 2012, we did not express an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statement on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Faulk & Winkler, LLC

Certified Public Accountants

Baton Rouge, Louisiana
May 10, 2013

SEVENTH DISTRICT VOLUNTEER FIRE DEPARTMENT
Gonzales, Louisiana

STATEMENT OF ASSETS AND NET ASSETS - CASH BASIS

December 31, 2012
(with comparative amounts for 2011)

(See Independent Accountants' Compilation Report)

ASSETS - CURRENT

| | <u>2012</u> | <u>2011</u> |
|------|-------------|-------------|
| Cash | \$ 113,628 | \$ 117,126 |

NET ASSETS

| | | |
|------------------------|-------------------|-------------------|
| NET ASSETS | | |
| Unrestricted | \$ 108,607 | \$ 109,752 |
| Temporarily restricted | <u>5,021</u> | <u>7,374</u> |
| | <u>\$ 113,628</u> | <u>\$ 117,126</u> |

The accompanying notes to the financial statements
are an integral part of this statement.

SEVENTH DISTRICT VOLUNTEER FIRE DEPARTMENT

Gonzales, Louisiana

STATEMENT OF REVENUES AND SUPPORT,
EXPENSES, AND NET ASSETS - CASH BASISFor the year ended December 31, 2012
(with comparative amounts for 2011)

(See Independent Accountants' Compilation Report)

| | Temporarily | | | |
|---------------------------------------|--------------|------------|------------|------------|
| | Unrestricted | Restricted | 2012 | 2011 |
| REVENUES AND SUPPORT | | | | |
| Insurance rebate | \$ 36,524 | \$ - | \$ 36,524 | \$ 37,793 |
| Donations | 27,045 | - | 27,045 | 25,067 |
| Membership dues and interest | 291 | - | 291 | 236 |
| | 63,860 | - | 63,860 | 63,096 |
| Net assets released from restrictions | 2,353 | (2,353) | - | - |
| Total revenues and support | 66,213 | (2,353) | 63,860 | 63,096 |
| EXPENSES | | | | |
| Equipment | 15,709 | - | 15,709 | 977 |
| Training | 10,926 | - | 10,926 | 6,748 |
| Supplies | 8,156 | - | 8,156 | 6,799 |
| Utilities | 6,274 | - | 6,274 | 10,245 |
| Fund drive | 4,663 | - | 4,663 | 4,118 |
| Professional services | 1,540 | - | 1,540 | 12,977 |
| Repairs and maintenance | 1,072 | - | 1,072 | 3,069 |
| Other | 19,018 | - | 19,018 | 5,511 |
| Total expenses | 67,358 | - | 67,358 | 50,444 |
| Change in net assets | (1,145) | (2,353) | (3,498) | 12,652 |
| NET ASSETS | | | | |
| Beginning of year | 109,752 | 7,374 | 117,126 | 104,474 |
| End of year | \$ 108,607 | \$ 5,021 | \$ 113,628 | \$ 117,126 |

The accompanying notes to the financial statements
are an integral part of this statement.

SEVENTH DISTRICT VOLUNTEER FIRE DEPARTMENT

Gonzales, Louisiana

NOTES TO FINANCIAL STATEMENTS - CASH BASIS

(See Independent Accountants' Compilation Report)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Operations

The Seventh District Volunteer Fire Department (Department) is a non-profit corporation. The purpose of the Department is to provide fire protection, emergency medical service, and hazardous materials handling to the citizens of the Department's district.

Basis of accounting

The Department's accounts are maintained on the cash basis, and the statement of assets and net assets and the statement of revenues and support, expenses, and changes in net assets reflect only cash received and disbursed. Therefore, receivables, property, payables, accrued income and expenses, which may be material in amount, are not reflected in the accompanying financial statements. As such, these statements are not intended to present the financial position, results of operations and cash flows in conformity with generally accepted accounting principles.

The Department reports information regarding their financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. The Department does not have any permanently restricted net assets at December 31, 2012. Temporarily restricted net assets relate to a fundraiser held to pay certain medical expenses for a Department officer.

The compiled financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Department's compiled financial statements for 2011, from which the summarized information was derived.

Income Taxes

The Department is a not-for-profit organization that is exempt from income taxes under Section 501(c)(4) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Income Taxes (continued)

The Department follows the provisions of FASB ASC 740-10, Accounting for Uncertainty in Income Taxes. Management of the Department believes it has no material uncertain tax positions and, accordingly it has not recognized any liability for unrecognized tax benefits. The Departments open audit periods are 2009 through 2012.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Revenue recognition

The Department is primarily funded by an allocation of an insurance rebate provided by the State of Louisiana through the Parish of Ascension. Supplemental funding is provided by donations solicited from the general public, local businesses, and civic organizations, which are recognized as received.

Cash and cash equivalents

Cash equivalents include investments with original maturities of three months or less. The Department has no cash equivalents at December 31, 2012.

Fair value of financial instruments

The carrying value of cash approximates fair value due to the short-term maturity of this instrument.

NOTE 2 - RELATED PARTY TRANSACTIONS

Since the Department provides a service that would otherwise be provided by Ascension Parish Council (the Council) through a fire protection district, the Council provides support including assuming certain costs and providing the facilities and equipment used by the Department.

Additionally, during 2008, a fundraiser was held to pay certain medical expenses for a Department officer. These funds were awarded as temporarily restricted revenues. During 2012, \$2,353 was spent for such purposes.

NOTE 3 - SUBSEQUENT EVENTS

In preparing the financial statements, the Department has evaluated events and transactions for potential recognition or disclosure through the date of the independent accountants' compilation report, which was the date the financial statements were available to be issued.